84TH CONGRESS 2D SESSION

H. R. 8534

IN THE HOUSE OF REPRESENTATIVES

JANUARY 17, 1956

Mr. Curtis of Massachusetts introduced the following bill; which was referred to the Committee on the Judiciary

A BILL

To authorize the extension of patents covering inventions whose practice was prevented or curtailed during certain emergency periods by service of the patent owner in the Armed Forces, or whose owners granted royalty-free licenses in aid of war or national defense efforts.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 That (a) if at any time during any of the periods specified
- 4 in subsection (d) of this section—
- 5 (1) the term of any patent of the United States
- 6 including time during which any individual or indi-
- viduals, owning solely or jointly with his spouse or their
- 8 spouses the entire interest in such patent, was or were

Ι

performing honorable service on active duty in the 1 Army, Navy, Air Force, Marine Corps, or Coast Guard, 2 which service prevented or substantially curtailed the 3 4 normal use, exploitation, promotion, or development of 5 the patent; or 6 (2) to further the interest of the United States of 7 America, the owner of such patent has heretofore 8 granted a license thereunder to the United States, or to manufacturers, producers, or contractors authorizing 9 10 them to produce or furnish goods or services for or to 11 the United States, without payment of royalty, or at a nominal royalty, such license having been granted by 12 13 such owner to promote any war effort, or any program 14 or rearmament or preparation for the national defense, 15 in which the United States has been engaged since the 16 invasion of Poland by Germany on September 1, 1939; 17 and since September 1, 1939, under the authority of 18 such license, the United States, or manufacturers, pro-19 ducers, or contractors furnishing goods or services to the 20 United States, have made substantial use of the inven-21 tion embodied in such patent in the production or fur-22 nishing of goods or services for or to the United States, 23 such use of said invention having been of material 24 assistance and benefit to the United States in connection 25 with any war effort, or any program of rearmament or

- 1 preparation for the national defense, which granting of
- a license prevented or substantially curtailed the normal
- 3 use, exploitation, promotion, or development of the
- 4 patent;
- 5 then the term of such patent may be extended in accordance
- 6 with the provisions of this Act.
- 7 (b) The period of extension of a patent under this Act
- 8 shall be a further term from the expiration of the original
- 9 term as follows:
- 10 (1) In cases where the only grounds for extension are
- 11 those described in subsection (a) (1) of this section, the
- 12 further term shall equal twice the length of the active serv-
- 13 ice during the applicable period or periods specified in sub-
- 14 section (d).
- 15 (2) In cases where the only grounds for extension are
- 16 those described in subsection (a) (2), the further term
- 17 shall equal the period during which the initial license granted
- 18 by the owner of such patent, without payment of royalty,
- 19 or at a nominal royalty, was in effect between September
- 20 2, 1945, and April 29, 1952, for licenses granted during
- 21 the national emergency of 1939 (proclamation numbered
- 22 2352) or between July 26, 1953, and the effective date of
- 23 this Act for licenses granted during the national emergency
- 24 of 1950 (proclamation numbered 2914). In no event shall
- 25 the period of extension hereunder be greater than the period

- 1 during which the normal use, exploitation, or development
- 2 of the patent was prevented or substantially curtailed.
- 3 (3) In cases where grounds for extension exist under
- 4 more than one paragraph of subsection (a), the further
- 5 terms designated in this subsection (b) shall not be cumu-
- 6 lative but shall be determined under the applicable para-
- 7 graph of this subsection (b) which results in the longest
- 8 extension.
- 9 (c) If the ownership of the patent at the time the cir-
- 10 cumstances, described in subsection (a), which qualify the
- 11 patent for extension, first arose, is different from the owner-
- 12 ship at the time of the filing of the application for extension
- 13 under this Act, such application shall be acted upon only
- 14 if the owner or owners at the time such circumstances first
- 15 arose (or their legal representatives) have joined in such
- 16 application.
- 17 (d) The periods during which one or more of the cir-
- 18 cumstances described in subsection (a) (1) must have
- 19 occurred in order to qualify a patent for extension under this
- 20 Act are as follows:
- 21 (1) The period beginning December 7, 1941, and end-
- 22 ing September 2, 1945.
- 23 (2) The period beginning June 26, 1950, and ending
- ²⁴ July 26, 1953.
- 25 (e) For the purposes of this section, a reissue patent
 Approved For Release 2000/08/17: CIA-RDP59-00224A000100450019-6

- 1 shall be considered to be the same patent as that which it
- 2 supersedes.
- 3 Sec. 2. (a) On the filing of an application for extension
- 4 of the term of a patent hereunder, together with such infor-
- 5 mation as may be required by the Commissioner, and upon
- 6 payment of such initial fees as the Commissioner may from
- 7 time to time prescribe, the Commissioner shall publish a
- 8 notice thereof in the Official Gazette of the Patent Office.
- 9 Within sixty days from such publication any person may
- 10 oppose an application for extension by filing with the Com-
- 11 missioner a notice of opposition thereto stating the grounds
- 12 therefor, which shall not include any charge that the patent
- 13 is invalid. If a proper notice of opposition is filed and
- 14 payment is made by the opponent of such initial fees as the
- 15 Commissioner may from time to time prescribe, the Com-
- 16 missioner shall set a day for hearing and shall give not less
- than thirty days' notice of such hearing to the parties in
- 18 interest. Upon the hearing the parties in interest shall pre-
- 19 sent such evidence as they believe is relevant and such other
- 20 pertinent evidence as may be required by the Commis-
- sioner. If, from all the evidence presented before him, the
- 22 Commissioner is satisfied that a patent should be extended
- in accordance with this Λ ct, he shall grant such extension.
- 24 The Commissioner shall fix the total fees (not exceeding

H. R. 8534---2

- 1 \$150) to be paid by each applicant for extension of the term
- 2 of a patent hereunder and the total fees (not exceeding \$50)
- 3 to be paid by each opponent to an application, the specific
- 4 amount of all such fees to be determined according to the
- 5 work of the Patent Office required in processing the appli-
- 6 cation or in hearing an opponent thereto, as the case may
- 7 be, and the estimated cost thereof to the Patent Office.
- 8 (b) The Commissioner may establish rules and regu-
- 9 lations for the conduct of proceedings under this Act.
- 10 Sec. 3. Any application for the extension of the term of
- 11 a patent hereunder shall be filed within one year from the
- 12 effective date of this Act except for applications which are
- 13 filed under subsection (a) (1) of section 1, which appli-
- 14 cations shall be filed within one year from the effective date
- 15 of this Act or within one year from the date of the appli-
- 16 cant's honorable discharge from service.
- SEC. 4. The Commissioner shall issue a certificate evi-
- 18 dencing the granting of an extension hereunder. A notice
- 19 of the granting of an extension shall appear in the Official
- 20 Gazette of the Patent Office.
- 21 Sec. 5. Upon the issuance of the certificate of extension,
- 22 said patent shall have the same force and effect in law as
- 23 though it had been originally granted for seventeen years
- 24 plus the term of such extension, except as otherwise pro-
- 25 vided herein.

| 1 | Sec. 6. Except where the owner of a patent extended |
|----|---|
| 2 | hereunder was entitled to royalties under said patent |
| 3 | (whether or not such royalties were received or waived) |
| 4 | for any class of machines, articles or materials, or for the |
| 5 | use of any class of processes or formulas, produced or fur- |
| 6 | nished exclusively to or for the benefit of the United States, |
| 7 | or used exclusively by or for the benefit of the United States, |
| 8 | no patent extended under the provisions of this Act shall |
| 9 | serve as a basis for any claim by reason of manufacture, use |
| 10 | or sale by or for the United States during the period of ex- |
| 11 | tension, and the rights of the United States shall remain in |
| 12 | all respects as if such patent had not been extended. |
| 13 | Sec. 7. In the event that an extension is not issued |
| 14 | until after the date of expiration of the original term of a |
| 15 | patent or reissue thereof, the extension order shall provide |
| 16 | that any vested rights arising out of the actual manufacture, |
| 17 | use, or sale of the invention covered by the patent so ex- |
| 18 | tended, which took place after the said expiration and before |
| 19 | the issuance of the extension order may continue during the |
| 20 | remainder, if any, of the period of the extension upon such |
| 21 | terms and conditions as the Commissioner may prescribe, |
| 22 | including the payment of reasonable royalties, providing the |
| 23 | person or persons claiming such vested rights establish such |
| 24 | rights to the satisfaction of the Commissioner upon a hearing. |
| 25 | One O. T |

- 1 tion of seventeen years from the grant of the patent and dur-
- 2 ing the period of such extension, the defendant may plead
- 3 and prove that any material statement of the application
- 4 for extension required by this Act is not true in fact; and if
- 5 any one or more of such statements shall be found untrue in
- 6 fact, judgment shall be rendered for the defendant, with costs.
- 7 SEC. 9. If any party in interest for an extension is dis-
- 8 satisfied with the decision of the Commissioner or of any
- 9 board established by the Commissioner for the determination
- 10 of applications for extension, he shall have an appeal to the
- 11 United States Court of Customs and Patent Appeals, or
- 12 suit in the District Court for the District of Columbia, as pro-
- 13 vided in the case of applications for patent.

84TH CONGRESS
2D SESSION

To authorize the extension of patents covering inventions whose practice was prevented or curtailed during certain emergency periods by service of the patent owner in the Armed Forces, or whose owners granted royaltyfense efforts. free licenses in aid of war or national de-

By Mr. Curris of Massachusetts

Referred to the Committee on the Judiciary

JANUARY 17, 1956